

General Fund Multi-Year Forecast at 2015 Budget Act

(Dollars in Millions)

	2014-15	2015-16	2016-17	2017-18	2018-19
RESOURCES:					
Prior Year Balance	\$5,589	\$2,423	\$2,087	\$1,743	\$989
Revenues/Transfers	\$112,913	\$116,887	\$121,791	\$125,873	\$127,610
Transfer to the Budget Stabilization Account	-\$1,606	-\$1,854	-\$1,535	-\$1,097	-\$1,038
Total Resources	\$116,896	\$117,456	\$122,343	\$126,519	\$127,561
EXPENDITURES:					
Proposition 98	\$49,608	\$49,416	\$50,960	\$52,066	\$51,955
Non-Proposition 98	\$64,865	\$65,953	\$69,639	\$73,464	\$77,017
Unallocated Prop 2 Debt Payments					\$263
Total Expenditures	\$114,473	\$115,369	\$120,599	\$125,530	\$129,235
FUND BALANCES:	\$2,423	\$2,087	\$1,743	\$989	-\$1,673
Reserve for Encumbrances	\$971	\$971	\$971	\$971	\$971
Special Fund for Economic Uncertainties	\$1,452	\$1,116	\$772	\$18	-\$2,644
Budget Stabilization Account/Rainy Day Fund	\$1,606	\$3,460	\$4,995	\$6,092	\$7,130
Operating Surplus/Deficit with BSA Transfer	-\$3,166	-\$336	-\$343	-\$754	-\$2,663

Debts and Liabilities Eligible for Accelerated Payments Under Proposition 2

2015 Budget Act

(Dollars in Millions)

	Outstanding Amount at Start of 2015-16	Use of 2015-16 Accelerated Payment	Proposed Use of 2016-17 Accelerated Payment	Proposed Use of 2017-18 Accelerated Payment	Proposed Use of 2018-19 Accelerated Payment
Budgetary Borrowing					
Loans from Special Funds	\$3,112	\$1,502	\$974	\$560	\$277
Underfunding of Proposition 98—Settle-Up	1,512	256	390	368	498
Unpaid Mandate Claims for Local Governments (prior to 2004-05) ^{1/}	0	0	0	0	0
State Retirement Liabilities					
State Retiree Health	71,773	0	0	0	0
State Employee Pensions	43,303	0	0	0	0
Teacher Pensions ^{2/}	72,718	0	0	0	0
Judges' Pensions	3,358	0	0	0	0
Deferred payments to CalPERS	530	0	0	0	0
University of California Retirement Liabilities					
University of California Employee Pensions	7,633	96	171	169	0
University of California Retiree Health	14,519	0	0	0	0
Unallocated					263
Total	\$218,458	\$1,854	\$1,535	\$1,097	\$1,038

1/ Entire liability paid off under the 2014 Budget Act revenue trigger.

2/ The state portion of the unfunded liability for teacher pensions is \$14.916 billion.

**Projections of 2015-16 General Fund
(Dollars in Millions)**

	Projections at:				
	2015 Budget Act ^{1/}	2014 Budget Act	2013 Budget Act	2012 Budget Act	2011 Budget Act
Total Revenues and Transfers	\$115,033	\$112,328	\$110,159	\$111,769	Not Available
Total Expenditures	115,369	112,326	109,439	111,419	Not Available

This information is provided in compliance with SB 15 (Chapter 737, Statutes of 2011), which requires that the projection of the 2015-16 General Fund total resources and total expenditures be accompanied by the projections for the same year from the previous four budget acts. Each forecast is based on the assumptions in place at that time.

The 2015 Budget Act multi-year projection is based on existing state and federal law and state policies. It reflects various assumptions regarding changes in enrollment, caseload, and population and uses various cost escalation and COLA factors, depending on the particular program.

^{1/} Pursuant to Proposition 2 of 2014, revenues are reduced by \$1.854 billion reflecting the transfer to the Budget Stabilization Account for rainy day purposes. In addition, the 2015 Budget Act includes \$1.854 billion to pay down debt, as reflected on the previous page.